nologies addresses some of the real distortions in the American economy, such as the exploding cost of health care and the fact that we spend 30 percent more on it than anybody else does, and attempts to develop policies for defense conversion, technology, and trade which will hook us into the global economy in a better way.

We also tried to achieve an agreement at GATT toward more coordination of our economic policies to produce higher levels of global growth. And there was some modest success. For the first time in a decade, GATT did not criticize America's trade—I mean, budget deficit. They complimented us for trying to get it down, which is nice.

But we also got an agreement, I think, to continue to work with the Europeans and the Japanese, but there are domestic political considerations which limit what they can do. The Germans are bringing their interest rates down, but they're also tightening up their economy. The Japanese are stimulating their economy, but not as much as we wish they were. Nonetheless, I think on balance things are going in the right direction at home, and the G–7 was a big, big plus for the concept of an open trading system and for the promise of future growth.

Now, having said that, obviously there are a lot of differences between words that are spoken by people in political life, and even that are put down on paper, and the way things operate in fact. So I'm here today as much as anything else for an hour now just to listen to you, to ask you how we can help to support your mission here. America had a 20-year high in productivity increase in the last quarter of last year. There are many, many areas of the world now where in products and services we are the high-quality, low-cost producer. And there are all kinds of opportunities for us around the world that we need a good partnership between the United States and the private sector to achieve.

And so unless we know what you're thinking and what we're supposed to do, it will be hard to do that. And that's why the Secretary and I and all the folks on the wall are here today, and the rest of his hour belongs to you.

NOTE: The President spoke at 10:40 a.m. at Yongsan Army Base. A tape was not available for verification of the content of these remarks.

Exchange With Reporters at the Demilitarized Zone in South Korea

July 11, 1993

Q. So what do you think?

The President. I think anyone who sees this would understand how important it is for us to stay strong on the issue of North Korea staying in the NPT and allowing those atomic energy inspectors back in there. And I think anyone who sees this would be proud of these young men in uniform for being here.

NOTE: The exchange began at 1:45 p.m. at a lookout post near Camp Bonifas. A tape was not available for verification of the content of this exchange.

Exchange With Reporters at the Demilitarized Zone

July 11, 1993

North Korea

Q. How many more years do you think this line will hold?

The President. I don't know. I hope it won't be long. But in the meanwhile, I'm glad these people are here. All these young men are doing something very important. And when you see, as I said, when you see the way North Korea's been behaving, their presence here is even more important. The American people should be very proud of them. They are making a major contribution to the defense of freedom and also to the spread of freedom. And in the end our side of that bridge will prevail.

Q. Do you think they know you're here? **The President.** I imagine they do. They were certainly looking. And someday they'll be able to——

Q. Menacingly?

The President. Well, I hope someday they'll just be able to walk on over here in peace.

Q. Knowing what you know now, do you think they're more likely or less likely, the North Koreans, to comply with the treaty?

The President. Well, I don't know. They've been rather calm in response to my trip here. And that is somewhat encouraging. But it doesn't make any sense. When you examine the nature of the American security commitment to Korea, to Japan, to this region, it is pointless for them to try to develop nuclear weapons because if they ever use them it would be the end of their country. All they have to do is read our security agreements.

So I hope that this trip will serve to get things back on track. And I hope they will comply. The President of South Korea, President Kim, has laid out a long-term gradual way of reunification that is clearly in the interest of the people on both sides of this great divide. But we can't even resume that until they make it clear that they're going to stay in the Non-Proliferation Treaty regime, they're going to allow the inspectors back in, they're not going to try to become a nuclear power. That's the major issue for this day. And until that happens, we just need to redouble our resolve and make it clear where we are.

Q. Well, weren't they moving toward rapprochement, and all of a sudden something happened, they were really——

The President. They seemed to be. And, as I said, President Kim reached out to them. And it's clear that the people of South Korea would like reunification to be possible, if you can preserve democracy and freedom.

So we'll just have to see. The wisdom of what our country has done for 40 years is basically demonstrated by this abrupt change in North Korean policy. We know what works. If we just stay strong and we stay resolute and we stay firm, we know that will work. And eventually, we have to hope that they will take the sensible course and that we can then resume the thaw that was in place before this last unfortunate development.

Thank you.

NOTE: The exchange began at 2:55 p.m. at the Bridge of No Return. A tape was not available for verification of the content of this exchange.

Remarks to the Troops at Camp Casey, South Korea

July 11, 1993

The President. Thank you. Thank you very much. Thank you, General Abrams. Thank you, Sergeant Corley, for the tomahawk

Audience members. Oooh.

The President. He looks to me like he could use it. [Laughter]

I want to say how glad I am to be here today. I want to introduce a couple of the people who came with me: the Secretary of State Warren Christopher; your Secretary of Defense; I think you know General Luck. And I thank you already for the welcome to me and my wife, the First Lady.

I see some of the young women soldiers jumping up and down here in the back. We'll do that better—that's good.

I want to say to all of you, it is a great privilege for me to be here on the frontier of freedom with the warriors of the 2d Infantry Division. You are a very critical part of the finest Armed Forces the world has ever seen.

I'm sorry to be a little late, but I think you all know that because of the rains we couldn't take the helicopters today, and we drove to the DMZ.

Audience members. Woo! Woo! Woo!

The President. It was the first opportunity I had ever had to be along the DMZ. And I understand that I was in a more forward position than any President had been before. When I stood on the Bridge of No Return and looked over with my binoculars at those young North Korean soldiers, I thought to myself, I wish they were free to walk across this bridge and be with us in peace and freedom. And because of you, someday they will be, because of you.

For 40 years American soldiers like you have stood shoulder to shoulder with our Korean allies, providing South Korea with security against attack and the opportunity to flourish first as a great economy and now as a great democracy. I want every one of you to know whatever you do here, if you carry a rifle or drive a truck or repair a helicopter, whatever you do, your work is vital. And I admire your service, and believe it or not,